



University of Choice

**MASINDE MULIRO UNIVERSITY OF
SCIENCE AND TECHNOLOGY
(MMUST)**

**UNIVERSITY SUPPLEMENTARY EXAMINATIONS
2021/2022 ACADEMIC YEAR**

**THIRD YEAR FIRST SEMESTER EXAMINATIONS
FOR THE DEGREE
OF
BACHELORS OF COMMERCE**

COURSE CODE: BCB 361

COURSE TITLE: RISK MANAGEMENT IN SUPPLY CHAIN

DATE: FRIDAY, 5TH AUGUST 2022 TIME: 11:00 - 1:00PM

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer other TWO questions
Do not write anything on the question paper

MMUST observes ZERO tolerance to examination cheating

In supply chain management (SCM), supplier selection is one of the most important activities. It is one of the issues that purchasing department has to face in most companies. Since purchasing process involves many qualitative and quantitative criteria, in most cases, it is hard to choose between the suppliers. In order to solve this problem it is essential to identify the important criteria for supplier selection and use an appropriate method to select the best supplier among the others. Print maxim Ltd prints posters at ksh. 500 Per batch while graphics Ltd. prints posters at ksh. 300 per batch while maintaining the same quality. Maseno University opts to use Graphics Ltd instead of Print Maxim Ltd to print there posters.

Question One

- a. Justify Maseno university decision. (10 marks)
- b. Explain **five (5)** areas of suppliers information. (10marks).
- c. Discuss some of the benefits that accrue to a company that evaluates its suppliers (10 marks)

Question Two

- a. Citing relevant examples, explain 5 sources of supply chain risks (10 marks)
- b. Discuss the external supply chain risks inherent in a given organization (10 marks)

Question Three

- a. Design a risk management strategy for an organization.(10 Marks)
- b. Discuss the different approaches to risk management (10 Marks)

Question Four

- a. Risk identification is one of the major steps in the risk management process. Explain some of the tools that are used in risk identification (10 marks).
- b. Risk management is faced with various challenges in its implementation. Discuss the limitations (10 marks)

Question Five

- a. With a simple diagram, explain the contents of a risk register (10 marks).
- b. Discuss the different levels of risks and the strategies associated with each level (10 marks)